GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2805
ANSWERED ON:17.12.2004
FI S ASSISTANCE TO INDUSTRIES
Tripathi Shri Chandramani

Will the Minister of FINANCE be pleased to state:

(a) whether various Government financial institutions could not achieve the target fixed for granting loans for the industrial development;

(b) if so, the reasons therefor;

(c) the details of the target for this purpose set by different financial institutions during the last three years and the extent to which success has been achieved for meeting their targets;

(d) whether the Government proposes to simplify further the rules for providing loans by these FIs; and

(e) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM)

(a):- Government does not fix targets for FI`s for granting loans for Industrial Development of the country;

(b):- Does not arise;

(c):- IDBI has reported that sanctions and disbursements targets during the last 3 years were in the range of 41% to 159% and 76% to 219%. The general slow down in the industrial activity affected the achievement of the targets;

(d) and (e):- The Government does not interfere in the commercial decisions of the Financial Institutions.